

DATE: May 29, 2007

TO: Board Members of the Iowa Lottery Authority

FROM: Steve King, Chief Financial Officer

Attached are the financial statements for April 2007. During April, we had revenue of \$18,713,491. This sales level resulted in \$4,185,998 of proceeds payable to the State General Fund and \$93,890 payable to the Gambler's Treatment Program.

Attachments

IOWA LOTTERY AUTHORITY
SCHEDULE OF ECONOMIC BENEFITS

April 30, 2007

Proceeds to Iowa Plan		\$170,318,439
Proceeds to CLEAN fund		\$35,894,355
Proceeds to Gambler's Treatment Program		
Prior to Fiscal Year 2007	\$12,083,335	
Fiscal Year 2007		
Transferred	894,888	
Payable	93,890	
		13,072,113
Proceeds to Special Appropriations		
Prior to Fiscal Year 2007	\$13,773,572	
		13,773,572
Sales Tax		135,975,218
Proceeds to the State General Fund:		
Prior to Fiscal Year 2007	\$647,461,079	
Fiscal Year 2007		
Transferred	45,207,106	
Payable	4,185,999	
		696,854,184
Total		\$1,065,887,881

IOWA LOTTERY AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE MONTH AND YEAR ENDED APRIL 30, 2007

	Month ended April 30, 2007	Month ended April 30, 2006	Year-to-date April 30, 2007	Year-to-date April 30, 2006
OPERATING REVENUES				
Instant ticket sales	\$10,728,507	\$8,767,975	\$103,990,889	\$87,685,824
Pick 3 sales	512,217	477,556	5,158,061	5,006,578
Powerball sales	4,230,432	6,384,970	52,848,393	62,170,494
Hot Lotto sales	982,852	747,472	12,027,909	8,247,364
Pick 4 sales	180,972	159,065	1,811,343	1,682,645
\$100,000 Cash Game sales	353,265	347,771	3,646,809	3,606,691
Touch Play Machine (Net Receipts)	0	19,869,024	(77,671)	121,654,388
Touch Play Uncollected Amounts		(2,510,734)		(2,510,734)
Pull-tab sales	1,725,076	1,190,907	17,659,189	14,842,700
Application fees	325	980	5,525	58,605
Other revenue	(155)	821,790	133,863	856,465
Total operating revenues	18,713,491	36,256,776	197,204,310	303,301,020
OPERATING EXPENSES				
Instant Prize expense	6,867,652	5,195,939	63,798,164	52,788,857
Pick 3 prize expense	303,560	260,562	3,044,407	2,913,543
Powerball prize expense	2,011,229	3,145,491	25,183,154	30,460,474
Hot Lotto prize expense	481,829	363,401	5,900,572	4,019,388
Pick 4 prize expense	106,833	70,538	975,144	841,236
\$100,000 Cash Game prize expense	166,814	164,363	1,975,620	1,701,025
Pull-tab prize expense	1,073,381	741,009	10,987,939	9,235,457
Promotional prize expense	5,282	8,227	110,487	248,177
Advertising/Publicity	540,343	524,972	5,244,395	5,807,632
Retailer compensation expense	1,169,805	16,260,237	12,266,871	103,867,374
Ticket expense	200,111	174,029	2,187,763	1,960,371
Vendor compensation expense	597,157	551,535	6,175,003	5,702,455
Personal services	679,583	636,480	6,867,242	6,542,080
Travel	35,235	28,053	330,442	301,724
Supplies	3,368	7,979	83,454	136,088
Printing	1,570	4,838	19,447	33,783
Postage	5,000	(1,436)	44,923	44,888
Communications	56,042	36,629	455,983	549,474
Rentals	4,487	23,463	210,246	320,162
Utilities	8,368	7,644	83,382	101,560
Professional fees	2,356	29,816	79,929	74,332
Outside services & repairs	56,789	61,130	577,451	574,324
Data processing	2,363	1,656	32,113	20,292
Equipment	19,733	11,677	181,813	143,383
Reimbursement to other				
state agencies	27,212	29,162	291,005	238,777
Depreciation	116,546	118,205	1,186,426	1,177,562
Other	4,800	22,550	120,426	125,475
MUSL administrative expense	1,786	9,903	(36,026)	65,483
Total operating expenses	14,549,234	28,488,052	148,377,775	229,995,376
Operating income (loss)	4,164,257	7,768,724	48,826,535	73,305,644
Interest income	48,305	82,607	599,120	667,512
Interest expense	(15,052)	(20,522)	(150,517)	(205,219)
Income before transfers	4,197,510	7,830,809	49,275,138	73,767,937
Transfer to Gambler's Treatment Program	(93,890)	(181,663)	(988,778)	(1,519,428)

IOWA LOTTERY AUTHORITY
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
FOR THE MONTH AND YEAR ENDED APRIL 30, 2007

	Month ended April 30, 2007	Month ended April 30, 2006	Year-to-date April 30, 2007	Year-to-date April 30, 2006
Transfer to State	<u>(4,185,998)</u>	<u>(7,526,049)</u>	<u>(49,393,105)</u>	<u>(72,631,756)</u>
Change in net assets	(82,378)	123,097	(1,106,745)	(383,247)
Net assets, beginning of period	<u>2,741,261</u>	<u>1,827,945</u>	<u>3,765,628</u>	<u>2,334,289</u>
Net assets, end of period	<u>\$2,658,883</u>	<u>\$1,951,042</u>	<u>\$2,658,883</u>	<u>\$1,951,042</u>